

**WASHINGTON TOLLING SYSTEM
WASHINGTON STATE
DEPARTMENT OF TRANSPORTATION**

**COMBINING BALANCE SHEET
State Fiscal Year 2011, Quarter Ended September 30, 2010**

	NOTES	TNB ACCOUNT (Fund 511)	HOT LANES ACCOUNT (Fund 09F)	CENTRAL TOLL ACCOUNT (Fund 495)	COMBINED
ASSETS					
CURRENT ASSETS:					
Cash and Cash Equivalents		14,935,865	792,484	3,828,608	19,556,957
Accounts Receivable					
Accounts Receivable	1	399,484	0	71	399,555
Consumable Inventories	2	207,198	(339)	0	206,859
Total Current Assets		15,542,547	792,145	3,828,679	20,163,371
TOTAL ASSETS		15,542,547	792,145	3,828,679	20,163,371
LIABILITIES AND FUND BALANCE					
CURRENT LIABILITIES:					
Accounts Payable	3	759,473	50,413	(11)	809,875
Due to Other Funds	4	926	1,498	0	2,424
Due to Department of Revenue - Taxes	5	5,165	0	0	5,165
Deferred Revenue	6	0	0	3,821,565	3,821,565
Unclaimed Property Refund Liability	7	(47)	0	6,435	6,388
Liability for Cancelled Warrants	8	2,728	0	690	3,418
Total Current Liabilities		768,244	51,911	3,828,679	4,648,834
TOTAL LIABILITIES		768,244	51,911	3,828,679	4,648,834
FUND BALANCE					
Reserved for Inventories	2	207,198	(339)	0	206,859
Unreserved/Undesignated Fund Balance	9	14,567,105	740,572	0	15,307,677
Total Fund Balance		14,774,303	740,233	0	15,514,537
TOTAL LIABILITIES AND FUND BALANCE		15,542,547	792,145	3,828,679	20,163,371

Toll Financial Statements were prepared in accordance with Generally Accepted Accounting Principles for governmental type funds.

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The note disclosures are an integral part of these financial statements and should be considered in conjunction with the financial statements.

Notes:

- 1 Accounts Receivable consists primarily of funds collected through acceptance of the customer's credit and/or debit card for central toll accounts and credit card payment at Tacoma Narrows Bridge toll booths. The amounts due are sales by September 30 wherein the cash transfer from the credit card companies will occur after September 30.
- 2 Consumable inventory, consisting of toll transponders and transponder disabling devices, are valued and reported on the state's financial statements if the fiscal year-end balance on hand is estimated to be \$25,000 or more. Consumable inventory are valued at cost using the first in, first out (FIFO) method. For governmental fund financial reporting, inventory balances are also recorded as a reservation of fund balance indicating that they do not constitute available spendable resources. The inverse TDD inventory balance in Hot Lanes is due to the fact that the vendor (TransCore) sold TDD's to customers prior to DOT purchasing the TDDs. This issue will be resolved in the ensuing quarter.
- 3 Accounts payable represents accrued payments due to non-governmental vendors as of September 30. The \$11 inverse balance in Fund 495 was due to a year end accrual that was not liquidated appropriately, and a correction has been made in October.
- 4 Inter-fund activity is for goods and/or services provided between governmental funds within the Department of Transportation. Inter-agency activity is for goods and/or services provided to or by other Washington State Agencies.
- 5 The Department owes sales taxes on the sale of transponder devices. These are remitted to the Department of Revenue monthly.
- 6 Deferred Revenue is money collected from customers for prepaid Good to Go electronic toll accounts. No revenue from the prepaid accounts is recognized until the transponder is "read" as the customers' vehicle crosses the Tacoma Narrows Bridge or enters a HOT Lane on SR-167 as a single occupant vehicle. Until this event, the prepaid toll account balance represents a liability to the state and is owed to the customer.
- 7 After twenty-four months of inactivity, prepaid toll accounts are closed and remaining balances, less any associated fees, are refunded to the customer. In cases where the Good to Go vendor cannot locate the customer, WSDOT remits the prepaid toll account balance to the Department of Revenue's Unclaimed Property Section. The balance in Unclaimed Property Refund Liability represents amounts that will be remitted to the Department of Revenue. The inverse balance in Fund 511 was due to an inaccurate accounting transaction that has been corrected in October.
- 8 Occasionally, the Department is unable to remit payment for goods or services to a vendor because the vendor cannot be located, such as when the vendor changes addresses without notifying the Department. Since we still owe the vendor for the goods or services provided, we must cancel the original warrant (check), find the vendor, and reissue the warrant (check). This line item represents the liability to the vendors whom the Department owes money but temporarily cannot locate to deliver their funds.
- 9 In the fund financial statements, governmental funds report the difference between fund assets and fund liabilities as "fund balance". Unreserved/undesignated fund balance represents the amount available for appropriation.